



## CITY OF DURHAM | NORTH CAROLINA

**Date:** June 17, 2013  
**To:** Thomas J. Bonfield, City Manager  
**Through:** Wanda S. Page, Deputy City Manager  
**From:** Bertha T. Johnson, Director of Budget & Management Services  
**Subject:** FY2013-2014 Budget and FY2014-2019 Capital Improvement Plan (CIP)

### Executive Summary

The City Manager presented the proposed FY2013-2014 Budget and FY2014-2019 Capital Improvement Plan (CIP) to the City Council on May 20, 2013. The City Council held hearings on the proposed budget and CIP on May 29<sup>th</sup> and May 30<sup>th</sup>. A public hearing to receive comments on the proposed budget was held on Monday, June 3<sup>rd</sup>. The Administration is requesting adoption of the FY2013-2014 Budget ordinance, FY2014-2019 Capital Improvement Plan (CIP) ordinances and other related ordinances (fees, internal service plans, and grant project ordinances) and resolutions.

### Recommendation

The Administration recommends that the City Council adopt the FY2013-2014 City of Durham Budget ordinance, 2014-2019 Capital Improvement Plan ordinances and other related ordinances and resolutions.

### Background

The City Manager presented the proposed FY2013-2014 Budget to the City Council on May 20, 2013. The City Council held hearings on the proposed budget and CIP on May 29<sup>th</sup> and May 30<sup>th</sup>. A public hearing, to hear citizen comments on the proposed budget, was held on Monday, June 3<sup>rd</sup>. Some changes were made between the proposed and final budget resulting in an increase to the General Fund of \$53,373 (due mostly to correcting an omission from the preliminary budget related to a personnel issue with grants), a decrease to the Debt Service Fund of \$191,523 (related to the decrease in the transfer required after revising the Solid Waste fee, offset partially by fixing the tax collection contract amount), a decrease to the Water and Sewer Fund of \$4,334,871 (revised the transfer to capital amount and corresponding appropriation from fund balance to match the rate model), an increase to the Transit Fund of \$3,243 (correct the tax collection contract amount), an increase to the Stormwater Fund of \$19,000 (capture costs due to new unemployment reserve requirements), and a decrease to the Parking Fund of \$15,500 (change timing of special event fee implementation).

### Alternative

The Council can choose not to adopt the ordinances however, G.S. 159-13(a) directs that adoption take place by July 1. If the budget is not adopted by July 1, the Council must adopt "interim appropriations for the purpose of paying salaries, debt service and usual ordinal

expenses” of the City until the ordinance is adopted. Expenditures may not be made after July 1 without supporting appropriation or interim appropriations.

**Financial Impact**

The FY2013-2014 Budget ordinance total is \$376,545.543 and the CIP ordinances (Ball Park, General, Parking, Solid Waste, Water and Sewer and Stormwater) total \$678,693,636. Details of both are included in the attached documents.

**SDBE Summary**

Not applicable